UNITED STATES INTERNATIONAL TRADE COMMISSION

Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 111th Congress ¹

[Date approved: April 29, 2010]²

Bill No. and sponsor: S. 2139 (Mr. Lamar Alexander of Tennessee et al.).

Proponent name, location: Eastman Chemical Co., Kingsport, TN.

Other bills on product (111th Congress only): None.

Nature of bill: Temporary duty reduction through December 31, 2011.

Retroactive effect: None.

Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

Amorphous synthetic silicon dioxide (CAS No. 7631–86–9) (provided for in subheading 2811.22.10).

Check one: Same as that in bill as introduced.

X Different from that in bill as introduced (see Technical comments section).

Product information, including uses/applications and source(s) of imports:

The subject product, imported primarily from China, Japan, Germany, and the United Kingdom, is used as a dehumidifying and drying agent, in air conditioning applications, in catalysis, and in specialty additives in plastic formulations.

Estimated effect on customs revenue for the subject product classifiable in HTS subheading 2811.22.10:

\bigvee	2010	2011	2012	2013	2014
Col. 1-General rate of duty	3.7%	3.7%	3.7%	3.7%	3.7%
Estimated value dutiable imports ^a	\$45,000,000	\$45,000,000	\$45,000,000	\$45,000,000	\$45,000,000
Customs revenue loss b c	\$765,000	\$765,000	\$765,000	\$765,000	\$765,000

<u>a</u>/ Dutiable import estimates were based on official U.S. Government statistics and Commission estimates.

 $[\]underline{b}$ / At the request of Congress, customs revenue loss is provided for 5 years, although the effective period of the proposed legislation may differ.

c/ The estimated customs revenue loss is based on a temporary reduction of the general rate of duty from 3.7 percent ad valorem to 2 percent ad valorem, a reduction of 1.7 percentage points.

¹ Industry analyst preparing report: Jack Greenblatt (202-205-3353); Tariff Affairs contact: David Michels (202-205-3440).

² Access to an electronic copy of this memorandum is available at http://www.usitc.gov/tariff affairs/congress reports/.

³ The sponsor/proponent did not identify any additional beneficiaries of this bill.

Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
			(Yes/No)	
Eastman Chemical Co. (Proponent) Brent Perry, 202-347-9547	01/20/2010	No	No	No
Brenntag Specialties Brad Owens, bowens@brenntag.com	01/27/2010	No	No	No
Cabot Corp. Jane Bell, Jane_Bell@cabot-corp.com	01/22/2010	No	No	No
Evonik Industries Sigrid Weihenig, weihenig@evonik.com	01/22/2010	No	No	No
Huber Engineered Materials Mile Weber, mike.weber@huber.com	01/22/2010	No	No	No
PPG Industries Bill Reis, 412-434-1717	01/22/2010	No	No	No
PQ Corp. Joanne.Kreckmann, joanne.kreckmann@pqcorp.com	01/22/2010	No	No	No
Rhodia Corp. David Klucsik, 609-860-3616	01/22/2010	No	No	No
Unimin Corp. Brenda Choyce, bchoyce@unimin.com	01/29/2010	No	No	No
W.R. Grace Bill Corkran, 410-531-4203	01/22/2010	No	No	No

Technical comments:4

The Commission staff suggests that the article description on page 1 of this report be used in the proposed article description because the suggested chemical name describes the particular silicone dioxide that is covered by CAS No. 7631-86-9.

⁴ The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.



111TH CONGRESS 1ST SESSION

S. 2139

To reduce temporarily the duty on Syloboc K-200.

IN THE SENATE OF THE UNITED STATES

OCTOBER 29, 2009

Mr. ALEXANDER (for himself and Mr. CORKER) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To reduce temporarily the duty on Syloboc K-200.

1 Be it enacted by the Senate and H	louse of Representa-
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- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SYLOBOC K-200.
- 4 (a) In General.—Subchapter II of chapter 99 of
- 5 the Harmonized Tariff Schedule of the United States is
- 6 amended by inserting in numerical sequence the following
- 7 new heading:

"	9902.01.00	Silicon dioxide (CAS No. 7631–86–9) (provided for in subheading 2811.22.10)	2%	No change	No change	On or before 12/31/2011	,,,
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8 (b) Effective Date.—The amendment made by

9 subsection (a) applies to goods entered, or withdrawn from

- 1 warehouse for consumption, on or after the 15th day after
- 2 the date of enactment of this Act.

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